

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

Industrial Promotion – Industrial Investment Promotion Policy (IIPP) 2005-10 –Expansion of M/s. Sree Rayalaseema Alkalies and Allied Chemicals Limited Kurnool – Sanction of certain incentives for Expansion of the Unit– Orders- Issued.

INDUSTRIES & COMMERCE (IP) DEPARTMENT

G.O.Rt.No. 836

Dated:11-11-2008.

Read the following:-

1. From Commissioner of Industries, Andhra Pradesh, Hyderabad Single FileNo.15-1-6-2256, dated.07-02-2007.
2. Minutes of the State Investment Promotion Committee (SIPC) Meeting held on 02.09.2008.
3. Minutes of the State Investment Promotion Board (SIPB) Meeting held on 04.10.2008.

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ORDER:-

The Commissioner of Industries, Andhra Pradesh, Hyderabad under Single file System in the reference 1st read above has reported that M/s. Sree Rayalaseema Alkalies and Allied Chemicals Limited, Kurnool plans for expanding their Caustic Soda and Hydrochloric acid capacities besides going in for a new product namely Potassium Carbonate and already initiated steps for implementation of the schemes and spent around Rs.30 crores on installing necessary machinery for manufacture of above items. The Company stated that the proposed investment in the above plant would be Rs.120 Crores and that the following units will create employment to 500 people directly besides providing indirect employment for over 500 people. The expansion details are indicated below.

Item	Present	Proposed Expansion	Cumulative	% Increase
Capacity	(Tons Per Annum)			
Caustic Soda	69,500	54,450	1,23,950	78.34 %
Liquid Chlorine	49,829	16,500	66,329	33.11 %
Hydrochloric Acid	24,740	32,447	57,187	131.15 %
Potassium Carbonate	0	3,300	3,300	100.00 %
Investment in Rs. Crs	103.20	102.55	223.20	99.37 %

2. The Commissioner of Industries, Andhra Pradesh, Hyderabad has further reported that the company has requested to extend the following benefits to their unit.

- Grant of 100% commercial tax instead of 25% made available as per IIPP - 2005-2010 for a period of 14 years.
- Reimbursement of power consumption charges as per IIPP 2005-10. A separate Tri-vector meter for the expansion project in order to measure the power consumption for power availed from State Grid and to avoid confusion in calculation of concessions available.

3. In the reference 2nd read above, the State Investment Promotion Committee (SIPC) in its meeting held on 02.09.2008 has decided the following on the request of the M/S. Sree Rayalaseema Alkalies and Allied Chemicals Limited, Kurnool (Expansion Unit).

“The Committee decided to extend the incentives as per Industrial Investment Promotion Policy 2005-10 Scheme and also further decided to place the matter before the State Investment Promotion Board”

P.T.O.

4. In the reference 3rd read above, the State Investment Promotion Board (SIPB) in its meeting held on 04.10.2008 has decided in respect of the above unit as follows:-

- The Board agreed to extend 50% reimbursement of VAT & CST for a period of 5 years for the expansion project taking into account the base turnover as per IIPP 2005-10 guidelines.
- Agreed to extend power cost reimbursement as per IIPP 2005-10 Policy for the expansion project taking into account the base power consumption.

5. Keeping in view of the above and also in the light of the recommendations of the State Investment Promotion Committee (SIPC) and State Investment Promotion Board (SIPB), dated 02.09.2008 and 04.10.2008 respectively, Government after careful examination, hereby extend the following incentives to M/s. Sree Rayalaseema Alkalies and Allied Chemicals Limited, Kurnool (Expansion Unit) under Industrial Investment Promotion Policy (IIPP) 2005-2010.

- To extend 50% reimbursement of VAT & CST for a period of 5 years for the expansion project taking into account the base turnover as per IIPP 2005-10 guidelines.
- To extend power cost reimbursement as per IIPP 2005-10 Policy for the expansion project taking into account the base power consumption.

6. The Commissioner of Industries, Hyderabad shall take necessary action in the matter accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**B. SAM BOB,
PRINCIPAL SECRETARY TO GOVERNMENT AND
COMMISSIONER FOR INDUSTRIAL PROMOTION**

To

The Commissioner of Industries, Andhra Pradesh, Hyderabad
M/s Sree Rayalaseema Alkalies and Allied Chemicals Limited, Kurnool through the
Commissioner of Industries, A.P, Hyderabad.

The Accountant General, Andhra Pradesh, Hyderabad

Copy to:

The Commissioner of Commercial Taxes, Hyderabad

The Chairman & Managing Director, APTRANSCO., Hyderabad

The Managing Director, APCPDC Ltd., Hyderabad

The District Collector, Kurnool District.

The General Manager, District Industries Centre, Kurnool.

P.S. to Minister(Major Irrigation)

P.S. to Addl.Secy. to C.M.

P.S. to Chief Secretary to Government.

P.S. to Spl. CS, Revenue Department/P.S. to Prl. Secy. to Govt., Revenue(CT) Dept.

P.S. to Spl.CS, Energy Department.

P.S. to Prl. Secy. to CM

P.S. to Principal Secretary & Commissioner for Industrial Promotion.

P.S. to Secretary (Industries)

Industries & Commerce Dept.

The Finance (Exp.I&C) Department

The Revenue (CT) Department/The Energy Department.

SC/SF

//Forwarded :: By order//

SECTION OFFICER